

FISCAL NOTE

Bill #: SB0239

Title: Securities investor education fund

Primary Sponsor: Wheat, M

Status: As Amended in Senate Committee

| | | | |
|-------------------|------|-----------------------------|------|
| Sponsor signature | Date | David Ewer, Budget Director | Date |
|-------------------|------|-----------------------------|------|

Fiscal Summary

| | <u>FY 2005 Difference</u> | <u>FY 2006 Difference</u> | <u>FY 2007 Difference</u> |
|--|-------------------------------|-------------------------------|-------------------------------|
| Expenditures: | | | |
| State Special Revenue | \$0 | \$100,000 | \$100,000 |
| Revenue: | | | |
| General Fund | (\$100,000) | (\$100,000) | (\$100,000) |
| State Special Revenue | \$100,000 | \$100,000 | \$100,000 |
| Net Impact on General Fund Balance: | (\$100,000) | (\$100,000) | (\$100,000) |

- | | |
|---|--|
| <input type="checkbox"/> Significant Local Gov. Impact | <input type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts |
| <input type="checkbox"/> Dedicated Revenue Form Attached | <input checked="" type="checkbox"/> Needs to be included in HB 2 |

Fiscal Analysis

ASSUMPTIONS:

State Auditor's Office (SAO)

1. The State Auditor's Office assumes it would use up to \$100,000 per year of funds deposited into the newly created securities investor education fund.
2. The newly created securities investor education fund will be in a state special revenue account.
3. The \$100,000 for the securities investor education fund will come from portfolio fees. This will reduce portfolio fees deposited into the general fund by \$100,000 each year.
4. For FY 2005, \$100,000 must be deposited into the state special revenue account prior to the end of the fiscal year.
5. Section 2, subsection 2 (b) (ii) of this bill mandates the State Auditor's Office to deposit into the general fund the balance in the securities investor education fund in excess of \$100,000 at the end of each fiscal year.

Fiscal Note Request SB0239, As Amended in Senate Committee

(continued)

FISCAL IMPACT:

| | <u>FY2005 Difference</u> | <u>FY 2006 Difference</u> | <u>FY 2007 Difference</u> |
|--|------------------------------|-------------------------------|-------------------------------|
| <u>Expenditures:</u> | | | |
| Operating Expenses | \$0 | \$100,000 | \$100,000 |
| <u>Funding of Expenditures:</u> | | | |
| State Special Revenue (02) | \$0 | \$100,000 | \$100,000 |
| <u>Revenues:</u> | | | |
| General Fund (01) | (\$100,000) | (\$100,000) | (\$100,000) |
| State Special Revenue (02) | \$100,000 | \$100,000 | \$100,000 |
| <u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u> | | | |
| General Fund (01) | (\$100,000) | (\$100,000) | (\$100,000) |
| State Special Revenue (02) | \$100,000 | \$0 | \$0 |